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Date: February 6, 2008
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Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS AND
OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION, ITS
COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in February. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Tuesday, February 19, 2008, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Tuesday, February 19, 2008, 9:00 a.m. or upon adjournment or recess of the Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recessing of open session, whichever is later to consider investment matters pursuant to Government Code section 11126(c)(16).

Policy Subcommittee of the Investment Committee

Date and Time: Tuesday, February 19, 2008, 1:00 p.m. or upon adjournment or recess of the Investment Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Performance and Compensation Committee

Date and Time: Tuesday, February 19, 2008, 1:30 p.m. or upon adjournment or recess of the Policy Subcommittee of the Investment Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Benefits and Program Administration Committee

Date and Time: Wednesday, February 20, 2008, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Ad Hoc Board Member Elections Committee

Date and Time: Wednesday, February 20, 2008, 9:00 a.m. or upon adjournment or recess of the Benefits and Program Administration Committee meeting, whichever is later
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Finance Committee

Date and Time: Wednesday, February 20, 2008, 9:15 a.m. or upon adjournment or recess of the Ad Hoc Board Member Elections Committee meeting, whichever is later
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Health Benefits Committee

Date and Time: Wednesday, February 20, 2008, 10:00 a.m. or upon adjournment or recess of the Finance Committee meeting, whichever is later
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Committee will meet in closed session to discuss 2009 health plan contract negotiations pursuant to Government Code section 11126(c)(17).

Board of Administration

Date and Time: Thursday, February 21, 2008, 8:00 a.m.
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Board will meet in closed session to discuss personnel matters pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Thursday, February 21, 2008, 9:00 a.m. or upon adjournment or recess of the closed session of the Board of Administration, whichever is later
Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Thursday, February 21, 2008, 10:00 a.m. or upon adjournment or recess of the Board of Administration meeting, whichever is later
Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA
Members of the Board will attend the Ethics Training Workshop.

Board of Administration

Date and Time: Wednesday, February 20, 2008, 5:30 p.m., Thursday, February 21, 2008, 8:30 a.m., and Friday, February 22, 2008, 9:00 a.m.
Location: Ritz Carlton Hotel, Marina del Rey, California
Some members of the Board of Administration will attend the Pacific Pension Institute 2008 Winter Roundtable.

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The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call (916) 795-3065 (voice or TTY).

Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Please contact Cheree Swedensky, at (916) 795-3128, with any questions regarding the meetings. Thank you.

FRED BUENROSTRO
Chief Executive Officer

Attachment

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

February 19, 2008

8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Charles Valdes, Chair
George Diehr, Vice Chair
Marjorie Berte
John Chiang
Rob Feckner
David Gilb
Henry Jones
Bill Lockyer
Priya Mathur
Tony Oliveira
Mike Quevedo, Jr.
Anne Sheehan
Kurato Shimada

- | | |
|-----------------------|---|
| CLOSED SESSION | 8:30 a.m.
Chief Investment Officer's Briefing on Market and Personnel Issues
(Government Code sections 11126(a)(1) and (c)(16)) |
| OPEN SESSION | 9:00 a.m. |
| CLOSED SESSION | 12:00 p.m. or upon adjournment or recessing of Open Session, whichever is later <ul style="list-style-type: none">• Total Fund and AIM Consultant Briefing, Pension Consulting Alliance• Total Fund Consultant Briefing, Wilshire Associates, Inc. (Government Code section 11126(c)(16)) |
| CLOSED SESSION | Upon Adjournment or Recess of Open Session
(Government Code section 11126(c)(16)) |

AGENDA

OPEN SESSION

- | | | |
|-------------|-----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the December 17, 2007 Open Session Minutes |
| Action | 3. | Policy Subcommittee Report |
| | a. | Adoption of Inflation-Linked Asset Class and Three of its Components: Commodities, Inflation-Linked Bonds, and Forestland |
| | b. | Revision of Policy on Dollar-Denominated Fixed Income Program |
| | 4. | Total Fund |
| Action | a. | Approval of General Pension Consultant Pool and the Creation of CalPERS Asset Allocation Funds |
| Action | b. | Adoption of Delegation Resolution for SIO-Asset Allocation |
| Information | 5. | Real Estate |
| | 6. | Alternative Investment Management (AIM) Program |
| Information | a. | California Initiative Update |
| | 7. | Inflation-Linked Asset Class (ILAC) |
| Information | a. | ILAC – Update on Implementation |
| | 8. | Global Fixed Income |
| Information | a. | Credit Enhancement Program Annual Review |
| Information | b. | Consultant Review of Internal Currency Program |
| Information | c. | Selection of Member Home Loan Program Manager/Master Servicer |
| | 9. | Global Equity |
| Information | a. | Global Equity Restructuring |
| Action | b. | Legislative Reports: Holocaust Era and Northern Ireland Annual Reports |
| Information | c. | Corporate Governance Update |
| | 10. | Chief Investment Officer's/Chief Operating Investment Officer's Report |
| Information | a. | Consolidated Investment Activity Report |
| Information | b. | Chief Operating Investment Officer's Status Report |
| Information | 11. | Draft Agenda for March 17, 2008 |
| | 12. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

CLOSED SESSION Upon Adjournment or Recess of Open Session (Government Code section 11126(c)(16))

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|-------------|-----|--|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the December 17, 2007 Closed Session Minutes |
| | 3. | Real Estate |
| Information | a. | Portfolio Sector Update |
| Information | b. | Senior Housing Partnership Update |
| Information | 4. | Alternative Investment Management (AIM) Program |
| | 5. | Inflation-Linked Asset Class (ILAC) |
| Information | a. | Forestland Investment Update |
| | 6. | Global Fixed Income |
| Information | a. | External Manager Update |
| | 7. | Global Equity |
| Information | a. | Global Equity Restructuring Implementation |
| Information | b. | External Manager Update |
| Information | c. | Corporate Governance Update |
| | 1) | Director Nominations |
| | 8. | Supplemental Income Plans |
| Information | a. | External Manager Update |
| | 9. | Chief Investment Officer's/Chief Operating Investment Officer's Report |
| Information | a. | Status of Action Items Not Yet Reported |
| Information | 10. | Activity Reports |
| | a. | Alternative Investment Management Program |
| | b. | Risk Managed Absolute Return Strategies Program |
| | c. | Public Markets |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

**POLICY SUBCOMMITTEE
OF THE INVESTMENT COMMITTEE**

February 19, 2008

**1:00 p.m.
or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

SUBCOMMITTEE MEMBERS

Priya Mathur, Chair
Marjorie Berte, Vice Chair
Tony Oliveira
Charles Valdes

AGENDA

1. Call to Order and Roll Call
 2. Approval of the December 14, 2007 Meeting Minutes
 3. Real Estate
 - a. Revision of the Certification of Responsible Contractor Status Form (Policy on Responsible Contractor Program)
 4. Global Equity
 - a. Revision of Policy on Global Proxy Voting, Consolidation of Global Principles of Accountable Corporate Governance and Core Principles of Accountable Corporate Governance, and Repeal of Existing Principles
- Action
- Action / B. Stocking
- Action / C. Wood

Action / C. Wood

5. Policy Review and Consolidation Project – Revision of Global Equity Policies
 - a. Revision of Policy on Corporate Governance Investments
 - b. Adoption of Policy on Externally Managed Strategies (consolidation of Global Equity externally managed programs) and Related Repeals
 - c. Revision of Policy on Monitoring Externally Managed Portfolios
 - d. Repeal of Policy on Passive International Equities – Externally Managed
 - e. Adoption of Policy on Internally Managed Affiliate Equity Index Funds (consolidation of policies for Standard and Poor's 500 Equity Index Fund Internally Managed Programs) and Related Repeals
 - f. Revision of Policy on Internally Managed Global Equity Index Funds and Repeal of Policy on Dynamic Completion Fund
 - g. Revision of Policy on Internally Managed Global Enhanced Equity Strategies
 - h. Revision of Policy on Risk Managed Absolute Return Strategies Program

Information

6. Draft Agenda for April 21, 2008
7. Public Comment

Note: Items designated for information are appropriate for Subcommittee action if the Subcommittee wishes to take action. Any agenda item acted upon at this Subcommittee meeting may be brought to the Investment Committee at its next regularly scheduled meeting. Items are noticed for action after a first reading. The Committee is free, however, to request a second reading of any item before approving it.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

February 19, 2008

1:30 p.m.

**or Upon Adjournment or Recess of the
Policy Subcommittee of the Investment Committee,
Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
Tony Oliveira, Vice Chair
David Gilb
Bill Lockyer
Kurato Shimada
Charles Valdes

AGENDA

OPEN SESSION

- | | | |
|---------------------------|----|---|
| | 1. | Call to Order and Roll Call |
| | 2. | Approval of the December 14, 2007 Performance and Compensation Committee Meeting Minutes |
| Action/Chris O'Brien | 3. | Second Quarter Status Reports on Performance Plans of the Chief Executive Officer, Chief Actuary, Chief Investment Officer and His Direct Reporting Staff |
| Information/Chris O'Brien | 4. | Changes in Senior Portfolio Manager and Portfolio Manager Performance Plans |
| Action / Chris O'Brien | 5. | Changes in Performance Plans for Investment Management Positions in Inflation-Linked Asset Class |
| Action/Chris O'Brien | 6. | 2007-2008 Performance Plans for Recently Appointed Investment Managers (Second Reading) |

Action / Chris O'Brien	7.	2007-2008 Performance Plans for Recently Appointed Investment Managers (First Reading)
Action / Chris O'Brien	8.	2007-2008 Performance Plan for General Counsel (First Reading)
Information/Chris O'Brien	9.	Human Resources Division Report
Information/Chris O'Brien	10.	Proposed April 2008 Agenda
Information/Chris O'Brien	11.	Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE

February 20, 2008

8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Kurato Shimada, Chair
Rob Feckner, Vice Chair
John Chiang
George Diehr
David Gilb
Priya Mathur
Tony Oliveira

AGENDA

- | | | |
|---------------------------|-----|---|
| | 1. | Call to Order and Roll Call |
| | 2. | Approval of the December 18, 2007 Benefits and Program Administration Committee Meeting Minutes |
| Action/Wendy Notsinne | 3. | Legislation |
| | A. | State Legislative Proposal: Inactive Member Group Terminations |
| Action/Ron Seeling | 4. | 2007 Cost-Of-Living Report |
| Action/Ron Seeling | 5. | Establishment of Actuarially Assumed Investment Return |
| Action/Ron Seeling | 6. | Review of Actuarial Rate Smoothing Policies |
| Information/Rick Nelson | 7. | Summary of the 2007 Retired Members Board Election |
| Information/Kathie Vaughn | 8. | Member Branch Performance Measures |
| Information/Ken Marzion | 9. | Employer Customer Inquiry Performance Measures |
| Information/Ron Seeling | 10. | Chief Actuary Report |

- | | | |
|---------------------------|-----|---|
| Information/Kathie Vaughn | 11. | Assistant Executive Officer Report |
| Information/Kathie Vaughn | 12. | Draft Agenda for the March 18, 2008 Benefits and Program Administration Committee Meeting |
| | 13. | Public Comment |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

AD HOC BOARD MEMBER ELECTIONS COMMITTEE

February 20, 2008

**9:00 a.m. or Upon Adjournment or Recess of
the Benefits and Program Administration Committee Meeting,
Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Kurato Shimada, Chair
Marjorie Berte, Vice Chair
George Diehr
Rob Feckner
Tony Oliveira

AGENDA

- | | |
|----------------------|---|
| | 1. Call to Order and Roll Call |
| Action
John Hiber | 2. Approval of the August 10, 2007, Meeting Minutes |
| Action
John Hiber | 3. Approval of December 18, 2007, Meeting Minutes |
| Action
John Hiber | 4. Termination of Committee |
| | 5. Public Comment |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE COMMITTEE

February 20, 2008

**9:15 a.m. or Upon Adjournment or Recess of the
Ad Hoc Board Member Elections Committee Meeting,
Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

John Chiang, Vice Chair
Marjorie Berte
Bill Lockyer
Tony Oliveira
Kurato Shimada
Charles Valdes

AGENDA

1. Call to Order and Roll Call
2. Approval of December 14, 2007, Meeting Minutes

AUDITS

Information
Larry Jensen

3. Chief Auditor's Report

COMPLIANCE

Information
Sherry Johnstone

4. Chief Compliance Officer's Annual Report

Information
Sherry Johnstone

5. Compliance Office Report

INFORMATION TECHNOLOGY SERVICES

Information
Teri Bennett
Terry Bridges

6. Information Technology Services Status Report

PLANNING

Action
Kami Niebank

7. CalPERS 2006-09 Three-Year Business Plan

Action
Kami Niebank

8. CalPERS 2008-11 Three-Year Business Plan (First Reading)

BUDGETS

Information
Russell Fong

9. Accounting Action Plan 2008

Information
Steve Pietrowski

10. Current Budget Issues

ADMINISTRATIVE SERVICES

Information
Rick Nelson

11. Annual Consulting and Services Contracts Report

Information
John Hiber

12. Assistant Executive Officer Report

Information
John Hiber

13. Proposed March 2008 Agenda

14. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

February 20, 2008

10:00 a.m.

**or Upon Adjournment or Recess of the Finance Committee Meeting,
Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Priya Mathur, Vice Chair
Marjorie Berte
John Chiang
Rob Feckner
David Gilb
Bill Lockyer
Tony Oliveira
Charles Valdes

**CLOSED SESSION: Upon Adjournment or Recessing of Open Session,
CLOSED SESSION TO DISCUSS 2009 HEALTH PLAN
CONTRACT NEGOTIATIONS (Government Code section
11126(c)(17))**

AGENDA

1. Call to Order and Roll Call
2. Approval of December 18, 2007, Health Benefits Committee Meeting Minutes
- Information 3. Legislation
- Information 4. Program-Wide Reports
 - a. Update on Implementation Approach for Health Benefits Single Administrator
 - b. Health and Disease Management Initiative Update
 - c. 2007 Open Enrollment Statistics
 - d. California Regional Health Information Organization

Feasibility Study

- e. Consolidation of Pharmacy Benefits Management Services Update
- f. CalPERS Pharmacy Plan Customer Satisfaction Survey
- g. Ogilvy Public Relations Report for CalPERS:
Communicating with Seniors

- | | | |
|-------------|-----|--|
| Information | 5. | Health Maintenance Organization Activities |
| Information | 6. | Preferred Provider Organization Activities |
| | a. | 2007 Third Quarter Self-Funded Health Plans Financial Report |
| Information | 7. | Partnership for Change |
| | a. | Hospital Cost Efficiency Report |
| Information | 8. | Public Agency Report |
| | a. | Feasibility of Offering Health Care Coverage to School Employees: AB 256 Study |
| Information | 9. | Long-Term Care Activities |
| Information | 10. | Assistant Executive Officer Report |
| | a. | Annual Calendar Review |
| | b. | Assignment Matrix |
| Information | 11. | Proposed Agenda for March 18, 2008, Health Benefits Committee Meeting |
| Information | 12. | Public Comment |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

February 21, 2008

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

MEMBERS

Rob Feckner, Chair
Marjorie Berte
John Chiang
George Diehr
David Gilb
Henry Jones
Bill Lockyer
Priya Mathur
Tony Oliveira
Mike Quevedo, Jr.
Anne Sheehan
Kurato Shimada
Charles Valdes

AGENDA

CLOSED SESSION CHIEF EXECUTIVE OFFICER'S BRIEFING ON PERFORMANCE
8:00 A.M. AND PERSONNEL ISSUES
(Gov. Code secs.
11126(a)(1) and
(g)(1))

OPEN SESSION
**9:00 A.M. OR UPON ADJOURNMENT OF CLOSED SESSION, WHICHEVER IS
LATER**

1. Call to Order and Roll Call
2. Pledge of Allegiance
3. Approval of Meeting Minutes
4. Election of President and Vice President for Calendar Year 2008

INVESTMENTS

- Mr. Read 5. Chief Investment Officer's Report

Committee Reports

(Any Agenda Item from a Properly Noticed Committee Meeting Held Prior to this Meeting May be Reported on or Presented to the Board for its Consideration).

- Mr. Valdes 6. Investment Committee (Oral)
- Mr. Shimada 7. Benefits and Program Administration Committee (Oral)
- Mr. Diehr 8. Health Benefits Committee (Oral)
- Mr. Carlson 9. Finance Committee (Oral)
- Ms. Mathur 10. Performance and Compensation Committee (Oral)
- Mr. Shimada 11. Ad Hoc Board Member Elections Committee (Oral)

General

- Mr. Buenrostro 12. Board Meeting Calendar
- Mr. Buenrostro 13. Chief Executive Officer's Report (Oral)

Governmental Affairs

- Ms. Notsinneh 14. Board's State Legislative Program/Board's Position on State Legislation
- Ms. Notsinneh 15. Board's Federal Legislative Program/Board's Position on Federal Legislation

Legal

- Mr. Mixon 16. Proposed Decisions of Administrative Law Judges
- A. Sulema Garcia
 - B. Myrtle J. Shephard
 - C. Mario Magana
 - D. Carol Dalby
 - E. Lucy Johnson
 - F. Dorand A. Kline
 - G. Josie Polizziani
 - H. Opal Rudkin
 - I. Eva D. Wilridge
 - J. Douglas M. H. Drexler

- | | | |
|----------------|-----|--|
| Mr. Mixon | 17. | Petition for Reconsideration
A. Pieter L. Moerdyk
B. Laurel Williams |
| Mr. Mixon | 18. | Full Hearing – City of Salinas |
| Mr. Mixon | 19. | General Counsel's Report
A. Monthly New Case Report
B. Assignment Matrix |
| Mr. Mixon | 20. | Closed Session: <i>Bernard v. City of Oakland</i> , Alameda County Superior Court Case No. R60836 3816 (Gov. Code section 11126(e)).
<u>Other</u> |
| Mr. Feckner | 21. | Board Travel Approvals |
| Mr. Buenrostro | 22. | Draft Agenda for March 19, 2008 Meeting |
| | 23. | New Business Agenda Setting |
| | 24. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.